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EXETER ANNOUNCES MORE POSITIVE RESULTS FROM LA CABEZA - DRILLING ONGOING

Vancouver, B. C., June 7, 2004 – Exeter Resource Corporation (TSX-V: XRC, Frankfurt: EXB) announced today that it has received preliminary assay results from a further eight diamond core drill holes at the La Cabeza gold project in southern Mendoza province, Argentina, as part of its pre-feasibility drilling program. Results include 15 metres grading 6.7 g/t gold in LCD-33, 4 metres grading 3.5 g/t gold from surface in LCD-32, and 1.2 metres grading 10.0 g/t gold in LCD-35.

**La Cabeza Gold Project
Recent Diamond Drill Results, Pre-feasibility Drill Program**

Drill hole Number	Zone	From (m)	To (m)	Intercept (m)	Gold (g/t)
LCD-32*	Luna	0.0	8.0	8.0	2.5
		17.0	23.0	6.0	1.7
		25.5	27.35	1.85	2.1
LCD-33	Cuello	68.0	83.0	15.0	6.7
including		78.0	79.0	1.0	23.8
LCD-34**	Ojo	39.0	40.0	1.0	1.4
LCD-35*	Cuello	70.8	72.0	1.2	10.0
		81.0	82.7	1.7	8.4
LCD-36***	Mandibula	11.0	14.0	3.0	0.9
		44.0	47.0	3.0	0.5
		57.0	59.0	2.0	0.6
		62.0	66.4	4.4	0.7
		70.0	72.0	2.0	0.6
LCD-37	Cuello	67.6	69.0	1.4	3.2
LCD-38***	Mandibula	51.0	58.0	7.0	0.9
		59.5	65.0	5.5	0.6
		71.0	87.0	16.0	1.3
LCD-39***	Mandibula	34.3	47.0	12.7	1.6
		75.0	78.0	3.0	1.0
LCD-40	Luna	14.0	17.6	2.6	2.5
		21.0	22.0	1.0	7.4

Note: All intercepts are down-hole widths. True widths will be determined on completion of updated drill cross sections.

- * Provisional assays only – further check assaying in progress.
- ** The interval between 0 and 6 metres encountered poor core recoveries due to highly fractured ground. Preliminary assays in this interval returned values up to 6.1 g/t gold. The interval will be redrilled.
- *** Mandibula results calculated at 0.5 g/t cut-off; all other intercepts calculated at 1.0 g/t cut-off from uncut gold assays.

Drill holes LCD-36, LCD-37, LCD-38, LCD-39 and LCD-40 were all completed outside the established resource used for the November 2003 scoping study (see news release dated November 27, 2003). Drilling at the Mandibula zone was designed to better define the geologic model for this lower grade resource. Holes LCD-37 and LCD-40 were drilled along strike from the Cuello and Luna zones respectively. Hole LCD-35 was drilled below the base of the open pit resource contemplated at the Cuello zone.

Management considers results from the pre-feasibility drilling that has been conducted to be confirmation of the continuity and integrity of the La Cabeza resource. Also, that the analyses of those results provide the detail that will be necessary to upgrade the “inferred resource” to an “indicated/measured” resource.

Sampling and Assaying Procedures

All core samples were prepared from half HQ diamond drill core cut with an on site diamond saw. Samples were generally assayed in one metre intervals with some slightly smaller or larger intervals as dictated by geology. Core recoveries are in excess of 87%.

All samples were prepared for analysis at the ALS Chemex preparation facility in Mendoza, Argentina and assayed by fire assay (50gm charge) at the ALS Chemex laboratory in Chile.

Check assaying of all samples assaying greater than 1.0 g/t gold (64 in total) was completed by ALS Chemex. All samples that assayed greater than 10 g/t gold will be re-assayed by duplicate screen fire assay to assess for the presence of coarse gold.

On-going drilling

Assay results are awaited for a further eight of the 38 diamond drill holes initially planned. To date Exeter has completed 2,462 metres of drilling at La Cabeza, including 1,151 metres of diamond drilling, and 1,311 metres of reverse circulation percussion drilling.

Exeter’s drilling program is anticipated to continue through July. A comprehensive channel sampling program across outcropping gold mineralization is also underway.

About Exeter

Exeter is a Canadian company exploring epithermal gold-silver and copper-gold porphyry projects in Argentina. La Cabeza is Exeter's most advanced project where exploration has delineated an inferred resource containing 720,000 ounces of gold. Drilling continues at La Cabeza as part of a \$1.1 million pre-feasibility study. In addition, a 2,000 metre reverse circulation percussion drilling program recently commenced on selected targets at the Cerro Moro gold-silver project in Santa Cruz province in Patagonia, Argentina.

*Exeter Resource Corporation
News Release – June 7, 2004*

Robert Harley, B.Sc., Exeter's Vice President, Exploration, a qualified person within the definition of that term in NI 43-101 of the Canadian Securities Administrators, has supervised the preparation of the technical information contained in this news release.

You are invited to visit the Exeter web site at www.exeterresource.com.

EXETER RESOURCE CORPORATION

**Bryce Roxburgh
President and CEO**

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Exeter Resource Corporation

Bryce Roxburgh, President and CEO
exeter@exeterresource.com

Suite 301, 700 West Pender Street, Vancouver, B.C.
Canada V6C 1G8
Tel: 604.688.9592 Fax: 604.688.9532

Cavalcanti Hume Funfer Inc., Investor Relations

Cathy Hume, CEO
Phone: (416) 868-1079
cathy@chfir.com www.chfir.com

Linda Armstrong
Phone: (416) 868-1079
linda@chfir.com www.chfir.com

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www.exeterresource.com



Suite 301, 700 West Pender Street, Vancouver, B.C. Canada V6C 1G8
Tel: 604.688.9592 Fax: 604.688.9532 exeter@exeterresource.com
www.exeterresource.com